

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

SB 1873 – HB 2029

February 4, 2020

SUMMARY OF BILL: Requires 10 percent of a fee imposed within certain central business improvement districts (CBID) to be allocated to a special event and marketing fund for the recruitment of conventions, group meetings, and festivals focused on multicultural or minority affairs.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The provisions of the proposed legislation currently apply only to Davidson County.
- Pursuant to Tenn. Code Ann. § 7-88-117:
 - A fee on the sales price of services and tangible personal property sold within a CBID is imposed, which is collected by the Department of Revenue (DOR);
 - After DOR withholds a \$50,000 fee which is deposited into the General Fund, the remaining revenue is remitted to Davidson County; and
 - Davidson County deposits the remitted revenue into an event and marketing fund and uses the fund to assist in the recruitment of major conventions and group meetings.
- The proposed language would require 10 percent of the totals remitted to Davidson County be placed in a special fund and used for recruitment of conventions and group meetings focused on multicultural or minority affairs.
- The proposed language does not alter the rate of the fee imposed within the CBID nor does it alter the amount withheld for deposit into the General Fund; therefore the net impact to state and local government is considered not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner".

Krista Lee Carsner, Executive Director

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